

DEPARTMENT OF FINANCIAL INSTITUTIONS
MINUTES OF MEETING
OCTOBER 8, 1992 10:00 AM EST

The Members of the Department of Financial Institutions met at 10:00 a.m., EST, at 402 West Washington Street, Room W-066, Indianapolis, Indiana, on Thursday, October 8, 1992. Members present were Messrs. Mark Hasten, presiding, W. Paul Wolf, Douglas Grant, Norman Lowery, Daniel Leitch, and Mrs. Dee Godme. Also present from the Department were Director Charles W. Phillips, James M. Cooper, Administrative Assistant, Mergers and Acquisitions; Randall L. Rowe, Bank Supervisor; Eric Roberts, Bank Analyst; Mark A. Powell, Supervisor, Credit Unions; Maurice V. Beavers, Field Supervisor, Consumer Credit Division; and Janice L. Davis, Executive Secretary. Mr. Deutsch was absent.

I. EXECUTIVE SESSION

A.) A Continuing review of information obtained during examinations of the following banks:

1. Wayne Bank & Trust, Cambridge City
2. Prime Bank, Cromwell
3. Norcen Bank, Culver
4. The Elberfeld State Bank, Elberfeld
5. Gateway Bank, LaGrange
6. Farmers State Bank, Lanesville
7. First State Bank, Morgantown
8. New Washington State Bank, New Washington
9. Harrison County Bank, Palmyra
10. Veedersburg State Bank, Veedersburg

This information is confidential as provided in I.C. 28-1-2-30. This aspect of the Executive Session is authorized by I.C. 5-14-1-5.6(a)(6).

II. PUBLIC SESSION

A.) Attendance

B.) Date of next meeting: November 12, 1992, at **9:00 a.m. EST.**
(Please note the change in time of meeting)

C.) A motion was made for approval of the minutes of the meeting held September 10, 1992, by Mr. Leitch, and seconded by Mr. Wolf. The minutes were unanimously approved.

D.) There was no action taken under Executive Session. All items were for informational purposes only.

DIVISION OF BANKS AND TRUST COMPANIES

1. The Members were advised that a determination of reciprocity between Indiana and Minnesota for interstate acquisitions of banks and bank holding companies has been entered into by written agreement between the two states.
2. Norwest Corporation, Minneapolis, Hennipen County, Minnesota
An application has been filed by Norwest Corporation pursuant to I.C. 28-2-16 for approval to retain control of Norwest Bank, Indiana, N. A., South Bend, St. Joseph County, Indiana. The application was received by the Department on August 4, 1992, and accepted for processing on August 18, 1992. The 40-day inactive period for a foreign bank holding company application expired on September 27, 1992. Department action is required by November 11, 1992. Notice that the application was accepted for processing by the Department was published in a newspaper of general

circulation in St. Joseph County on September 3, 1992, and in Hennipen County, Minnesota on September 3, 1992. A motion for approval was made by Mr. Lowery and seconded by Mr. Wolf. The application was unanimously approved.

DIRECTORS COMMENTS AND REQUESTS

- A.) Society Bank, Indiana, South Bend, St. Joseph County, Indiana
Society Bank, Indiana notified the Department that they intend to close the Goshen main branch located at 101 South Main Street, Goshen, Elkhart County, Indiana on October 16, 1992, at 5:00 P. M. This item was for informational purposes only.
- B.) Hendricks County Bank and Trust Company, Brownsburg, Hendricks County,
Pursuant to the policy adopted by the members of the Department of Financial Institutions on August 13, 1987, Hendricks County Bank and Trust Company notified the Department on September 23, 1992, that they intend to form a wholly-owned bank subsidiary to be known as "Freedom Mortgage Company." Freedom Mortgage Company will engage in the making, acquiring and servicing of loans or other extensions of credit as a mortgage company and will make both residential and commercial mortgage loans. This item was for informational purposes only.
- C.) On December 11, 1991, Mr. Michael W. Back, an Attorney from Crown Point, Indiana contacted the Department of Financial Institutions. Mr. Back represented members of two labor union locals who were interested in forming a state chartered credit union. Mr. Back was informed that State laws require that any credit union applying to do business in the State of Indiana must have its shares insured by the National Credit Union Share Insurance Fund (NCUSIF) or a comparable insurance company. On March 13, 1992, the application to charter Union Labor Credit Union was received by the Department of Financial Institutions. After an on-site evaluation was performed by NCUSIF, the application for share insurance was denied on June 16, 1992. There has been no further contact by Mr. Back with this office or NCUSIF regarding the charter. This item was for informational purposes only.
- D.) The Director advised the Members of actions taken pursuant to delegated authority.

DIVISION OF BANKS & TRUST COMPANIES

1. LaPorte Bank and Trust Company, LaPorte, LaPorte County, filed an application requesting permission to merge LaPorte Bank and Trust Company with and into LaPorte Interim Bank under the name "LaPorte Bank and Trust Company". The application was approved under delegated authority by the Director on September 15, 1992.
2. Peoples Trust Company, Linton, Greene County, requested permission to adjust the reserve on two sub-investment quality securities. The request was approved under delegated authority by the Director on September 15, 1992.
3. Valley American Bank and Trust Company, South Bend, St. Joseph County, submitted a request for permission to relocate a branch banking office from 4005 Lincolnway East, Mishawaka, to 306 North Bittersweet Road, Mishawaka. The request was approved under delegated authority by the Director on September 15, 1992.
4. An application was filed by Sumitomo Bank of New York Trust Company,

(SBNYT), New York, New York for admission as a Foreign Corporation in the State of Indiana in accordance with the provisions of I.C. 28-1-22. SBNYT seeks admission as a Foreign Corporation to act as a corporate fiduciary in various fiduciary capacities which will include acting as trustee of an owner trust under a leverage-lease transaction for certain property located in Indiana. The application was approved under delegated authority by the Director on September 25, 1992.

5. English State Bank, English, Crawford County, submitted a request for permission to relocate their main office from 101 South Main, English, Indiana, to 200 Indiana Avenue, English, Indiana. The request was approved under delegated authority by the Director on September 25, 1992.
6. Monroe County Bank, Bloomington, Monroe County, submitted a request for permission to establish a branch banking office which will be known as "The Bedford Branch" and will be located at the Stone City Mall, Suite E, 1B 3300 West 16th Street, Bedford, Lawrence County, Indiana. The request was approved under delegated authority by the Director on October 2, 1992.

CREDIT UNION DIVISION

1. A request was made by Jet Credit Union, Indianapolis, Marion County, Indiana for approval of a Petition for Approval of Proposed Amendment to the Articles of Incorporation. This amendment would place the following organizations into the field of membership of the credit union:

West Indy Top and Trim - Indianapolis - 13 members
Cook's Glass & Mirror Co., - Indianapolis - 11 members
Zimmer Meeting/Convention Services - Indianapolis - 26 members
Central Finance Co. - Indianapolis - 4 members
L & L Collection Agency, Inc. - Indianapolis - 3 members
Gold's Gym Enterprises, Inc. - Indianapolis - 45 members
Allied Wholesale Electrical Supply, Inc. - Indianapolis - 15 members
Marion County Small Claims Court, Decatur Div. - Indpls. - 5 members
KFK Financial Corp. - Brownsburg - 5 members
Hunter's Investigation - Indianapolis - 2 members
Martin Fleet Repair - Camby - 1 member
Drive Shaft Service of Indianapolis - 1 member
Satellite Service Center, Inc. - Indianapolis - 8 members
Bob Kinder & Son, Inc. - Indianapolis - 20 members
Employees of UAW local 933 - Indianapolis - 6 members
Loehr Financial Planning - Indianapolis - 3 members
Klineman, Rose, Wolf & Wallack, P.C. - Indianapolis - 50 members
Sunsational Cuts Hair & Tanning Salon - Mooresville - 8 members
Shear Images - Speedway - 8 members
Law Offices of James Atlas - Indianapolis - 4 members
Studio 4 Video- Indianapolis - 7 members
Midwest Credit Services, Inc. - Indianapolis - 5 members
Nu-Way Systems - Indianapolis - 20 members
Action Printing, Inc. - Indianapolis - 4 members
Columbia Management, Inc. - Carmel - 9 members
Autos Unlimited, Inc. - Indianapolis - 10 members
Transportation Insurors, Inc. - Delphi - 19 members
Equity Investors, Inc. - Cicero - 3 members
United Color, Inc. - Indianapolis - 26 members
419 Pro-Serv, LTD - Indianapolis - 3 members

This request was approved by the Director under delegated authority on September 28, 1992.

CONSUMER CREDIT DIVISION

1. A request for a Currency Exchange License was made by Check Express, Inc. The applicant will not have a physical location in Indiana; however, money orders will be sold by two Indiana agents. The license will be domiciled

c/o Check Express, Inc., Tampa, Florida. The license was approved under delegated authority by the Director on October 2, 1992.

2. A request for a Currency Exchange License was made by Butler University. Money orders will only be sold on the Butler University Campus. The license will be held by Butler University in Indianapolis, Indiana. The license was approved under delegated authority by the Director on October 2, 1992.
3. A request was made for a Lenders License by Quality Mortgage, Inc. The license is to be located in Indianapolis, Indiana. The applicant presently makes mortgage loans secured by first liens and wishes to be licensed to make consumer mortgage transactions. The license was approved under delegated authority by the Director on October 2, 1992.
4. A request was made for a Lenders License by Sun America Mortgage Banc, Inc. Until the applicant can establish an Indiana office the license will be located in Dayton, Ohio. The applicant presently makes mortgage loans secured by first liens and wishes to be licensed to make consumer mortgage transactions. The license was approved under delegated authority by the Director on October 2, 1992.

CERTIFICATION

The Department certifies that the business discussed in the Executive Session was limited only to business which was set out in the Department's Notice of Meeting and Agenda under the heading Executive Session.

APPROVED:

ATTEST:

Mark Hasten, Chairman

John P. Goddard, Secretary